

NOVEMBER/DECEMBER 2024

**FAIM22B/CAIM22B/BAIM22B —  
FINANCIAL ACCOUNTING - II**

Time : Three hours

Maximum : 75 marks



**SECTION A — (10 × 2 = 20 marks)**

Answer ALL questions.

1. List out the types of branches.
2. Write down any two features of dependent branch.
3. Write any two advantages of departmental accounting.
4. List out any two types of method and techniques of departmental accounting.
5. Write down any two features of hire purchase system.
6. List out the accounting treatment of high value goods.
7. Define partnership accounts.
8. What do you mean partnership deed?

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12. (a) A company has two department A and B. Dept. A supplies goods to Dept. B at its usual selling price. From the following figures prepare departmental trading A/c for the year 1982.

|                          | A        | B      |
|--------------------------|----------|--------|
| Opening stock (1-1-82)   | 30,000   | -      |
| Purchase                 | 2,10,000 | -      |
| Transfer to B            | 50,000   | 50,000 |
| Sales                    | 2,00,000 | 60,000 |
| Closing stock (31-12-82) | 40,000   | 10,000 |

Or

- (b) Distinguish between department and branches.
13. (a) X purchased a machine under hire purchase system. According to the terms of the agreement Rs.40,000 was to be paid on signing of the contract. The balance was to be paid in four annual installment of Rs.25,000 each plus interest. The cash price was Rs. 1,40,000. interest is chargeable on outstanding balance at 20% per annum. Calculate interest for each year and the installment amount.

Or

- (b) Briefly explain the hire purchase system.

14. (a) Anbu is the partner of a firm. He withdraws Rs.800 on the first day of each month. The rate of interest on drawings is at 5% per annum and the books are closed on 31<sup>st</sup> December. Calculate the amount of interest on drawing.

Or

- (b) What is partnership deed? Describe its contents.

15. (a) X, Y and Z are partners sharing profits and losses in the ratio of 2: 2: 1 respectively. Y is insolvent and his estate is unable to contribute anything. You are required to pass two journal entries as per Garner vs. Murray rule from the following information:

Realisation loss Rs.1,20,000

Deficiency in Y's Capital A/c : Rs.22,000

Capital Ratio of X and Z : 73 : 25

Or

- (b) What is realisation account? Explain.





SECTION C — (3 × 10 = 30 marks)

Answer any THREE questions.

16. Naga of Trichy has a branch at madras. Goods are sent by head office at invoice price which is at the profit of 20% on cost price. All expenses of the branch are paid by head office. From the following particulars, prepare branch account in the H.O. books, showing goods at invoice price.



|                                           | Rs.    |
|-------------------------------------------|--------|
| Opening Balance:                          |        |
| Stock at invoice price:                   | 11,000 |
| Debtors                                   | 1,700  |
| Petty cash                                | 100    |
| Goods sent to branch at invoice price     | 20,000 |
| Expenses paid by H.O.                     |        |
| Rent                                      | 600    |
| Wages                                     | 200    |
| Salary                                    | 900    |
| Remittance made to H.O.                   |        |
| Cash sales                                | 2,650  |
| Cash collected from debtors               | 21,000 |
| Goods returned by branch at invoice price | 400    |
| Balance at the end                        |        |
| Stock at invoice price                    | 13,000 |
| Debtors                                   | 2,000  |
| Petty cash                                | 25     |
|                                           |        |
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- (b) Manian Ltd., of Calcutta has a branch at patna. Goods are invoiced to the patna branch, the selling price being cost plus 25%. The patna branch keeps its own sales ledger and transmits all cash received to Calcutta. All expenses are paid from Calcutta. From the following details prepare the patna branch A/c for the year 1989.

|                                  | Rs.   |
|----------------------------------|-------|
| Stock (1.1.89) (invoice price)   | 1,250 |
| Stock (31.12.89) (invoice price) | 1,500 |
| Debtors (1.1.89)                 | 700   |
| Debtors (31.12.89)               | 900   |
| Cash sales for the year          | 5,400 |
| Credit sales for the year        | 3,500 |
| Goods invoiced from Calcutta     | 9,100 |
| Rent                             | 400   |
| Wages                            | 340   |
| Sundry expenses                  | 80    |
|                                  |       |
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| Sales                    | 2,00,000 | 60,000 |
| Closing stock (31-12-82) | 40,000   | 10,000 |

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